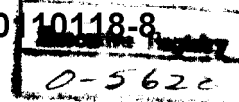


RESTRICTED

General Counsel



Services Officer

Director of Central Intelligence

27 JUL 1949

Negotiation of Contracts

REFERENCE:

25X1A

1. Pending issuance of complete regulations governing procurement under recent enabling legislation, the officers authorized to enter into contracts in the name of the Agency are authorized to negotiate purchases and contracts without advertising where the aggregate amount involved does not exceed \$1,000.00 as authorized in Section 3. (a) of Public Law 110, 81st Congress. Where the amount involved exceeds \$1,000.00, prior approval of the Executive will be required.

2. In the negotiation of contracts, appropriate steps will be taken to assure that the savings resulting from this procedure will not be exceeded by increased costs arising out of a failure to advertise.

3. This authority does not change the authorities and policy on this subject which are included in the Confidential Funds Regulations.

(signed)

R. H. Hillenkoetter
Rear Admiral, USN
Director of Central Intelligence

Copies to:

Budget Officer
General Counsel ✓
Signer's copy
Exec chrono.
Return to Exec

Central Records

Copy in 314 "Delegation of Authority - Signature"
Copy in 5110 "Contracts - correspondence"